

OGC HAS REVIEWED.

13 December 1951

MEMORANDUM FOR THE RECORD

SUBJECT: Dual Compensation
Consultants

STATINTL

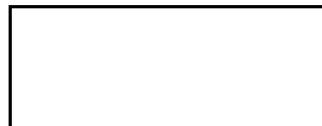
STATINTL

1. Yesterday Mr. [] and myself had an informal conference at GAO with Mr. Friend and Mr. Montgomery. The discussion did not relate to classified matters, so Mr. Montgomery participated. In the course of the conversation, Mr. Friend stated that he had written the [] decision. Mr. Montgomery expressed some doubt as to whether it was a "good decision" because it was likely to open up the whole area of consultant employment to the subterfuge of "fee basis."

2. Mr. Friend also expressed concern about this and said that he had asked Mr. Fisher to make no general distribution of the decision either in synopsis or mimeographed form, so that other agencies would not get ideas.

3. In line with this thinking, it may be worth-while, since there are now or shortly will be two members on the ONE board under this peculiar consultant status, to think about putting other members of the board on a fee consultant's basis and to thus insure by some uniformity against a charge of subterfuge.

STATINTL



OGC/MIE/McD

Distribution:

- Orig - Dual Compensation File ✓
- 1 - Consultants
- 1 - Chrono